Excise duty o$_n$ ex-factory value of certain commodities

224. SHRI SHANTIMOY GHOSH: Wili the Minister of FINANCE be plea-sed to state the percentage of excise duty o$_n$ ex-factory value of sugar, tea, tobacco, kerosene, toilet soap, cotton textile and matches in 1981-82 and in 1985-86?

THE MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI JANARDHAN POOJARI).:

Approximate incidence of Excise duty as percentage of Ex-Factory ex-Duty value dnring 1981-82 *and* 1985-86.

Sl. No.	Commodity		Average incidence during 1981-82	Average incidence during 1985-86
1	Sugar	(i) Levy sugar	13·16%	11·09%
		(*ii*) Free sale sugar	15·9%	9·52% (Sept. 85)
2	Tea	(i) Loose tea	6%	3·6%
		(ii) Package tea	11%	5·6%
3	Tobacco	(i) Cigarettes	Different rates average 350% approximately	Different rates-average 450% approximately
		(ii) Biris	20%	16·6%
4	Kerosene		22%	20%
5	Toilet soap		15·75%	15%
6	Cotton Fabrics		Different rates varying from Nil to 17.8%	Different rates varying from Nil to 13.20%
7	Matches	(i) Mechanised Sector	45%	22%
		(ii) Non-mechanised sector	N.A.	21%
		(iii) Cottage Sector	15%	11%

NOTE: Duty on Tea, Matchs. Kerosene. Bins during 1981-82 and 1985-86 and on Cigarettes and Sugar during 1985-86 are at upecific rateg. The duty incidence varies depending ou the <ju*-Ifly, place and da io. The tooideooe ie *otOf* indicative of the order of magni-fatf*.

225. *[Transferred to the Hat July,* 1986]

Increase in non-derelopmentiil Expenditure

♦226. SHRI VALAMPURI JOHN: Will tho Minister of FINANCE be pleated ta state;

(a) what is the total non-dtvotopmeatal expenditure during the last ten yean, year-wwe;

(b) what is the extent *ot* rise in the non-developmental expenditure from 1974-75 to 1984-85;

(c) whether it is a fact that the administrative expenditure is doubling every four to fiv$_e$ years and there is a possibility of doubling in evey three years hereafter: and

(d) if so, what specific steps Government have taken" ^{s0} far *o slash down the erratic increase in the non-developmentr! expenditure?

THE MINISTER OF STATE IN THE DEPARTMENT OF EXPENDITURE (SHRT B. K. GADHVI).: (a) A statement is placed on the Table of the House. *(See beiow)*

(b) From 1974-75 to 1984-85 the main, components of non-developmental, expenditure namely Defence, Interest Payments, Police, and Food subsidy increased from Rs. 3570 crores to Rs. 14794 crores. Other, non-developmental expenditure including . non-development grants and loans to States and Union Territories increased during this period from Rs. 660 crores to Rs. 3981 crores.

(c) and (d) No, Sir. Administrative expenditure has increased from Rs. 1113 crores to Rs. 1771 crores only from 1982-83 to 1986-87 (BE) as under;—

ORs. *erores)*

	1982-83	1986-87 (BE)
Organs of State .	118	199
Tax collection . .	188	309
Police . . .	421	734
Secretariat . .	119	183
Other administrative services . .	267	346
TOTAL	1113	1771*

The position is, however, kept under constant review and all efforts are made to keep the expenditure to the minimum.

♦Expenditure Rs. 300 crores of lump provision for additional dearness allowance to cover the requirements of aU services - vte. Defence, Railways, Posts, Telecommunications and other developmental and non-developmental services.

Statement

Non-developmental expenditure of the Central Government from 1977-78 *to* 1986-87 *(BE)*

(Rs. crores)

Year	Expenditure
1977-78	5954
1978-79	6959
1979-80	7844
1980-81	9558
1981-82	10730
1982-83	12902
1983-84	15885
1984-85	18775
1985-86 (RE)	23762
1986-87 (BE)	25996

Cash Compensatory Support $_0$n Finished Leather

227. SHRI VALAMPURI JOHN: Will the Minister of COMMERCE be pleased to state:

(a) whether Government are aware of the fact that the new scheme of Cash Compensatory Support cuts down the air-freight subsidy of finished leather (from 6 per cent to 3 per cent on FOB value;

(b) if so. what steps Government contemplate to improve the export situation;

(c) whether Government are aware of the fear that the Indian finished leather would be outpriced in the international '